

# Senate Study Bill 1246 - Introduced

SENATE FILE \_\_\_\_\_  
BY (PROPOSED COMMITTEE ON  
APPROPRIATIONS BILL BY  
SENATE APPROPRIATIONS  
SUBCOMMITTEE ON ECONOMIC  
DEVELOPMENT)

## A BILL FOR

1 An Act relating to appropriations to the department of cultural  
2 affairs, the economic development authority, the board  
3 of regents and certain board of regents institutions,  
4 the department of workforce development, the Iowa finance  
5 authority, and the public employment relations board,  
6 providing for other properly related matters, and including  
7 retroactive applicability provisions.  
8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1     Section 1.  DEPARTMENT OF CULTURAL AFFAIRS.  There is  
2 appropriated from the general fund of the state to the  
3 department of cultural affairs for the fiscal year beginning  
4 July 1, 2013, and ending June 30, 2014, the following amounts,  
5 or so much thereof as is necessary, to be used for the purposes  
6 designated:

7     1.  ADMINISTRATION

8     For salaries, support, maintenance, miscellaneous purposes,  
9 and for not more than the following full-time equivalent  
10 positions for the department:

11 .....	\$	171,813
12 .....	FTEs	74.50

13     The department of cultural affairs shall coordinate  
14 activities with the tourism office of the economic development  
15 authority to promote attendance at the state historical  
16 building and at this state's historic sites.

17     Full-time equivalent positions authorized under this  
18 subsection shall be funded, in full or in part, using moneys  
19 appropriated under this subsection and subsections 3 through 7.

20     2.  COMMUNITY CULTURAL GRANTS

21     For planning and programming for the community cultural  
22 grants program established under section 303.3:

23 .....	\$	172,090
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24     3.  HISTORICAL DIVISION

25     For the support of the historical division:

26 .....	\$	3,322,847
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27     4.  HISTORIC SITES

28     For the administration and support of historic sites:

29 .....	\$	426,398
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30     5.  ARTS DIVISION

31     For the support of the arts division:

32 .....	\$	1,333,764
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33     Of the moneys appropriated in this subsection, the  
34 department shall allocate \$400,000 for purposes of the film  
35 office.

1       6.   IOWA GREAT PLACES

2       For the Iowa great places program established under section  
3 303.3C:

4 ..... \$       150,000

5       7.   ARCHIVE IOWA GOVERNORS' RECORDS

6       For archiving the records of Iowa governors:

7 ..... \$       65,933

8       8.   RECORDS CENTER RENT

9       For payment of rent for the state records center:

10 ..... \$       227,243

11      9.   BATTLE FLAGS

12      For continuation of the project recommended by the Iowa  
13 battle flag advisory committee to stabilize the condition of  
14 the battle flag collection:

15 ..... \$       94,000

16      10.   Notwithstanding section 8.33, moneys appropriated in  
17 this section that remain unencumbered or unobligated at the  
18 close of the fiscal year shall not revert but shall remain  
19 available for expenditure for the purposes designated in this  
20 section until the close of the succeeding fiscal year.

21      Sec. 2.   GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.

22      1.   For the fiscal year beginning July 1, 2013, the goals  
23 for the economic development authority shall be to expand and  
24 stimulate the state economy, increase the wealth of Iowans, and  
25 increase the population of the state.

26      2.   To achieve the goals in subsection 1, the economic  
27 development authority shall do all of the following for the  
28 fiscal year beginning July 1, 2013:

29      a.   Concentrate its efforts on programs and activities that  
30 result in commercially viable products and services.

31      b.   Adopt practices and services consistent with free  
32 market, private sector philosophies.

33      c.   Ensure economic growth and development throughout the  
34 state.

35      d.   Work with businesses and communities to continually

1 improve the economic development climate along with the  
2 economic well-being and quality of life for Iowans.

3 e. Coordinate with other state agencies to ensure that they  
4 are attentive to the needs of an entrepreneurial culture.

5 f. Establish a strong and aggressive marketing image to  
6 showcase Iowa's workforce, existing industry, and potential.  
7 A priority shall be placed on recruiting new businesses,  
8 business expansion, and retaining existing Iowa businesses.  
9 Emphasis shall be placed on entrepreneurial development through  
10 helping entrepreneurs secure capital, and developing networks  
11 and a business climate conducive to entrepreneurs and small  
12 businesses.

13 g. Encourage the development of communities and quality of  
14 life to foster economic growth.

15 h. Prepare communities for future growth and development  
16 through development, expansion, and modernization of  
17 infrastructure.

18 i. Develop public-private partnerships with Iowa businesses  
19 in the tourism industry, Iowa tour groups, Iowa tourism  
20 organizations, and political subdivisions in this state to  
21 assist in the development of advertising efforts.

22 j. Develop, to the fullest extent possible, cooperative  
23 efforts for advertising with contributions from other sources.

24 Sec. 3. ECONOMIC DEVELOPMENT AUTHORITY.

25 1. APPROPRIATION

26 a. There is appropriated from the general fund of the state  
27 to the economic development authority for the fiscal year  
28 beginning July 1, 2013, and ending June 30, 2014, the following  
29 amounts, or so much thereof as is necessary, to be used for the  
30 purposes designated in this subsection, and for not more than  
31 the following full-time equivalent positions:

32 .....	\$ 16,093,118
33 .....	FTEs 149.00

34 b. (1) For salaries, support, miscellaneous purposes,  
35 programs, marketing, and the maintenance of an administration

1 division, a business development division, a community  
2 development division, a small business development division,  
3 and other divisions the authority may organize.

4 (2) The full-time equivalent positions authorized under  
5 this section shall be funded, in whole or in part, by the  
6 moneys appropriated under subsection 1 or by other moneys  
7 received by the authority, including certain federal moneys.

8 (3) For business development operations and programs,  
9 international trade, export assistance, workforce recruitment,  
10 and the partner state program.

11 (4) For transfer to the strategic investment fund created  
12 in section 15.313.

13 (5) For community economic development programs, tourism  
14 operations, community assistance, plans for Iowa green corps  
15 and summer youth programs, the mainstreet and rural mainstreet  
16 programs, the school-to-career program, the community  
17 development block grant, and housing and shelter-related  
18 programs.

19 (6) For achieving the goals and accountability, and  
20 fulfilling the requirements and duties required under this Act.

21 c. Notwithstanding section 8.33, moneys appropriated in  
22 this subsection that remain unencumbered or unobligated at the  
23 close of the fiscal year shall not revert but shall remain  
24 available for expenditure for the purposes designated in this  
25 subsection until the close of the succeeding fiscal year.

26 2. FINANCIAL ASSISTANCE RESTRICTIONS

27 a. A business creating jobs through moneys appropriated in  
28 subsections 1, 6, and 7 shall be subject to contract provisions  
29 requiring new and retained jobs to be filled by individuals who  
30 are citizens of the United States who reside within the United  
31 States or any person authorized to work in the United States  
32 pursuant to federal law, including legal resident aliens in the  
33 United States.

34 b. A vendor who receives moneys appropriated in subsections  
35 1, 6, and 7 shall adhere to such contract provisions and

1 provide periodic assurances as the state shall require that the  
2 jobs are filled solely by citizens of the United States who  
3 reside within the United States or any person authorized to  
4 work in the United States pursuant to federal law, including  
5 legal resident aliens in the United States.

6 c. A business that receives financial assistance from the  
7 authority from moneys appropriated in subsections 1, 6, and 7  
8 shall only employ individuals legally authorized to work in  
9 this state. In addition to all other applicable penalties  
10 provided by current law, all or a portion of the assistance  
11 received by a business which is found to knowingly employ  
12 individuals not legally authorized to work in this state is  
13 subject to recapture by the authority.

14 3. USES OF APPROPRIATIONS

15 a. From the moneys appropriated in subsections 1, 6, and 7,  
16 the authority may provide financial assistance in the form of a  
17 grant to a community economic development entity for conducting  
18 a local workforce recruitment effort designed to recruit former  
19 citizens of the state and former students at colleges and  
20 universities in the state to meet the needs of local employers.

21 b. From the moneys appropriated in subsections 1, 6, and 7,  
22 the authority may provide financial assistance to early stage  
23 industry companies being established by women entrepreneurs.

24 c. From the moneys appropriated in subsections 1, 6, and 7,  
25 the authority may provide financial assistance in the form of  
26 grants, loans, or forgivable loans for advanced research and  
27 commercialization projects involving value-added agriculture,  
28 advanced technology, or biotechnology.

29 d. The authority shall not use any moneys appropriated in  
30 subsections 1, 6, and 7 for purposes of providing financial  
31 assistance for the Iowa green streets pilot project or for any  
32 other program or project that involves the installation of  
33 geothermal systems for melting snow and ice from streets or  
34 sidewalks.

35 4. WORLD FOOD PRIZE

1     There is appropriated from the general fund of the state  
 2 to the economic development authority for the fiscal year  
 3 beginning July 1, 2013, and ending June 30, 2014, the following  
 4 amount for the world food prize and in lieu of the standing  
 5 appropriation in section 15.368, subsection 1:

6 ..... \$ 1,000,000

7     5. IOWA COMMISSION ON VOLUNTEER SERVICE

8     There is appropriated from the general fund of the state  
 9 to the economic development authority for the fiscal year  
 10 beginning July 1, 2013, and ending June 30, 2014, the following  
 11 amount for allocation to the Iowa commission on volunteer  
 12 service for purposes of the Iowa state commission grant  
 13 program, the Iowa's promise and Iowa mentoring partnership  
 14 programs, and for not more than the following full-time  
 15 equivalent positions:

16 ..... \$ 178,133

17 ..... FTEs 7.00

18     Of the moneys appropriated in this subsection, the  
 19 authority shall allocate \$75,000 for purposes of the Iowa state  
 20 commission grant program and \$103,133 for purposes of the  
 21 Iowa's promise and Iowa mentoring partnership programs.

22     Notwithstanding section 8.33, moneys appropriated in this  
 23 subsection that remain unencumbered or unobligated at the close  
 24 of the fiscal year shall not revert but shall remain available  
 25 for expenditure for the purposes designated until the close of  
 26 the succeeding fiscal year.

27     6. BUSINESS DEVELOPMENT FINANCIAL ASSISTANCE

28     There is appropriated from the general fund of the state  
 29 to the economic development authority for the fiscal year  
 30 beginning July 1, 2013, and ending June 30, 2014, the following  
 31 amounts to be used for the purposes of the high quality jobs  
 32 program as described in chapter 15, part 13:

33 ..... \$ 18,000,000

34     Notwithstanding section 8.33, moneys appropriated in this  
 35 subsection that remain unencumbered or unobligated at the close

1 of the fiscal year shall not revert but shall remain available  
2 for expenditure for the purposes designated until the close of  
3 the succeeding fiscal year.

4 7. EMPLOYEE STOCK OWNERSHIP PLANS FORMATION ASSISTANCE

5 a. There is appropriated from the general fund of the  
6 state to the economic development authority for the fiscal  
7 year beginning July 1, 2013, and ending June 30, 2014, the  
8 following amounts to be used for the providing of financial  
9 assistance, including establishment of a loan program, and  
10 technical assistance, marketing, and education to businesses  
11 interested in establishing employee stock ownership plans and  
12 for procuring the services of an independent contractor with  
13 expertise in the formation of the employee stock ownership  
14 plans:

15 ..... \$ 1,000,000

16 Notwithstanding section 8.33, moneys appropriated in this  
17 subsection that remain unencumbered or unobligated at the close  
18 of the fiscal year shall not revert but shall remain available  
19 for expenditure for the purposes designated until the close of  
20 the succeeding fiscal year. Notwithstanding section 12C.7,  
21 subsection 2, earnings or interest on moneys appropriated  
22 pursuant to this section shall be retained by the economic  
23 development authority and used for the purposes designated  
24 until expended.

25 b. On or before January 15, 2015, the authority shall submit  
26 a report to the general assembly and the governor's office  
27 describing the expenditure of funds pursuant to this section  
28 and evaluating the success of the assistance and promotion  
29 program.

30 8. COUNCILS OF GOVERNMENTS — ASSISTANCE

31 There is appropriated from the general fund of the state  
32 to the economic development authority for the fiscal year  
33 beginning July 1, 2013, and ending June 30, 2014, the following  
34 amounts to be used for the purposes of providing financial  
35 assistance to Iowa's councils of governments:



1 ..... \$ 175,000

2 Sec. 4. VISION IOWA PROGRAM — FTE AUTHORIZATION. For  
3 purposes of administrative duties associated with the vision  
4 Iowa program for the fiscal year beginning July 1, 2013, the  
5 economic development authority is authorized an additional 2.25  
6 FTEs above those otherwise authorized in this division of this  
7 Act.

8 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys  
9 collected by the division of insurance in excess of the  
10 anticipated gross revenues under section 505.7, subsection  
11 3, during the fiscal year beginning July 1, 2013, \$100,000  
12 shall be transferred to the economic development authority for  
13 insurance economic development and international insurance  
14 economic development.

15 Sec. 6. WORKFORCE DEVELOPMENT FUND. There is appropriated  
16 from the workforce development fund account created in section  
17 15.342A to the workforce development fund created in section  
18 15.343 for the fiscal year beginning July 1, 2013, and ending  
19 June 30, 2014, the following amount, for purposes of the  
20 workforce development fund:

21 ..... \$ 6,000,000

22 Sec. 7. WORKFORCE DEVELOPMENT ADMINISTRATION. From moneys  
23 appropriated or transferred to or receipts credited to the  
24 workforce development fund created in section 15.343, up to  
25 \$400,000 for the fiscal year beginning July 1, 2013, and ending  
26 June 30, 2014, are appropriated to the economic development  
27 authority for the administration of workforce development  
28 activities including salaries, support, maintenance, and  
29 miscellaneous purposes, and for not more than the following  
30 full-time equivalent positions:

31 ..... FTEs 4.00

32 Sec. 8. JOB TRAINING FUND. Notwithstanding section 15.251,  
33 all moneys in the job training fund on July 1, 2013, and any  
34 moneys appropriated or credited to the fund during the fiscal  
35 year beginning July 1, 2013, shall be transferred to the

1 workforce development fund established pursuant to section  
2 15.343.

3     Sec. 9. IOWA STATE UNIVERSITY.

4     1. There is appropriated from the general fund of the state  
5 to Iowa state university of science and technology for the  
6 fiscal year beginning July 1, 2013, and ending June 30, 2014,  
7 the following amount, or so much thereof as is necessary, to  
8 be used for small business development centers, the science  
9 and technology research park, and the institute for physical  
10 research and technology, and for not more than the following  
11 full-time equivalent positions:

12 .....	\$	2,424,302
13 .....	FTEs	56.63

14     2. Of the moneys appropriated in subsection 1, Iowa state  
15 university of science and technology shall allocate at least  
16 \$735,728 for purposes of funding small business development  
17 centers. Iowa state university of science and technology may  
18 allocate moneys appropriated in subsection 1 to the various  
19 small business development centers in any manner necessary to  
20 achieve the purposes of this subsection.

21     3. Iowa state university of science and technology shall do  
22 all of the following:

23     a. Direct expenditures for research toward projects that  
24 will provide economic stimulus for Iowa.

25     b. Provide emphasis to providing services to Iowa-based  
26 companies.

27     4. It is the intent of the general assembly that the  
28 industrial incentive program focus on Iowa industrial  
29 sectors and seek contributions and in-kind donations from  
30 businesses, industrial foundations, and trade associations,  
31 and that moneys for the institute for physical research and  
32 technology industrial incentive program shall be allocated  
33 only for projects which are matched by private sector moneys  
34 for directed contract research or for nondirected research.  
35 The match required of small businesses as defined in section

1 15.102, subsection 10, for directed contract research or for  
2 nondirected research shall be \$1 for each \$3 of state funds.  
3 The match required for other businesses for directed contract  
4 research or for nondirected research shall be \$1 for each \$1 of  
5 state funds. The match required of industrial foundations or  
6 trade associations shall be \$1 for each \$1 of state funds.

7 Iowa state university of science and technology shall  
8 report annually to the joint appropriations subcommittee on  
9 economic development and the legislative services agency the  
10 total amount of private contributions, the proportion of  
11 contributions from small businesses and other businesses, and  
12 the proportion for directed contract research and nondirected  
13 research of benefit to Iowa businesses and industrial sectors.

14 5. There is appropriated from the general fund of the state  
15 to Iowa state university for the fiscal year beginning July 1,  
16 2013, and ending June 30, 2014, the following amount, or so  
17 much thereof as is necessary, for the bioeconomy institute for  
18 the purposes of implementing the bioeconomy initiative, and for  
19 not more than the following full-time equivalent positions:

20 .....	\$	3,750,000
21 .....	FTEs	9.65

22 6. Notwithstanding section 8.33, moneys appropriated in  
23 this section that remain unencumbered or unobligated at the  
24 close of the fiscal year shall not revert but shall remain  
25 available for expenditure for the purposes designated until the  
26 close of the succeeding fiscal year.

27 Sec. 10. UNIVERSITY OF IOWA.

28 1. There is appropriated from the general fund of the state  
29 to the state university of Iowa for the fiscal year beginning  
30 July 1, 2013, and ending June 30, 2014, the following amount,  
31 or so much thereof as is necessary, to be used for the state  
32 university of Iowa research park and for the advanced drug  
33 development program at the Oakdale research park, including  
34 salaries, support, maintenance, equipment, miscellaneous  
35 purposes, and for not more than the following full-time

1 equivalent positions:

2 ..... \$ 209,279  
 3 ..... FTEs 6.00

4 2. The state university of Iowa shall do all of the  
 5 following:

6 a. Direct expenditures for research toward projects that  
 7 will provide economic stimulus for Iowa.

8 b. Provide emphasis to providing services to Iowa-based  
 9 companies.

10 3. There is appropriated from the general fund of the  
 11 state to the state university of Iowa for the fiscal year  
 12 beginning July 1, 2013, and ending June 30, 2014, the following  
 13 amount, or so much thereof as is necessary, for the purpose  
 14 of implementing the entrepreneurship and economic growth  
 15 initiative, and for not more than the following full-time  
 16 equivalent positions:

17 ..... \$ 2,000,000  
 18 ..... FTEs 5.00

19 4. Notwithstanding section 8.33, moneys appropriated in  
 20 this section that remain unencumbered or unobligated at the  
 21 close of the fiscal year shall not revert but shall remain  
 22 available for expenditure for the purposes designated until the  
 23 close of the succeeding fiscal year.

24 Sec. 11. UNIVERSITY OF NORTHERN IOWA.

25 1. There is appropriated from the general fund of the  
 26 state to the university of northern Iowa for the fiscal year  
 27 beginning July 1, 2013, and ending June 30, 2014, the following  
 28 amount, or so much thereof as is necessary, to be used for the  
 29 metal casting institute, the MyEntreNet internet application,  
 30 and the institute of decision making, including salaries,  
 31 support, maintenance, miscellaneous purposes, and for not more  
 32 than the following full-time equivalent positions:

33 ..... \$ 1,074,716  
 34 ..... FTEs 6.75

35 2. Of the moneys appropriated pursuant to subsection

1 1, the university of northern Iowa shall allocate at least  
2 \$617,639 for purposes of support of entrepreneurs through the  
3 university's regional business center and economic gardening  
4 program.

5 3. The university of northern Iowa shall do all of the  
6 following:

7 a. Direct expenditures for research toward projects that  
8 will provide economic stimulus for Iowa.

9 b. Provide emphasis to providing services to Iowa-based  
10 companies.

11 4. Notwithstanding section 8.33, moneys appropriated in  
12 this section that remain unencumbered or unobligated at the  
13 close of the fiscal year shall not revert but shall remain  
14 available for expenditure for the purposes designated until the  
15 close of the succeeding fiscal year.

16 Sec. 12. REGENTS INNOVATION FUND.

17 1. There is appropriated from the general fund of the state  
18 to the institutions of higher learning under the control of the  
19 state board of regents for the fiscal year beginning July 1,  
20 2013, and ending June 30, 2014, the following amount to be used  
21 for the purposes provided in this section:

22 ..... \$ 5,000,000

23 Of the moneys appropriated pursuant to this section, 35  
24 percent shall be allocated for Iowa state university, 35  
25 percent shall be allocated for the university of Iowa, and 30  
26 percent shall be allocated for the university of northern Iowa.

27 2. The institutions shall use moneys appropriated in  
28 this section for capacity building infrastructure in areas  
29 related to technology commercialization, marketing and  
30 business development efforts in areas related to technology  
31 commercialization, entrepreneurship, and business growth,  
32 and infrastructure projects and programs needed to assist in  
33 implementation of activities under chapter 262B.

34 3. The institutions shall provide a one-to-one match  
35 of additional moneys for the activities funded with moneys

1 appropriated under this section.

2     4. The state board of regents shall annually submit a  
3 report by December 1 of each year to the governor, the general  
4 assembly, and the legislative services agency regarding  
5 the activities, projects, and programs funded with moneys  
6 allocated under this section. The report shall be provided  
7 in an electronic format and shall include a list of metrics  
8 and criteria mutually agreed to in advance by the board of  
9 regents and the economic development authority. The metrics  
10 and criteria shall allow the governor's office and the general  
11 assembly to quantify and evaluate the progress of the board of  
12 regents institutions with regard to their activities, projects,  
13 and programs in the areas of technology commercialization,  
14 entrepreneurship, regional development, and market research.

15     Sec. 13. BOARD OF REGENTS REPORT. The state board of  
16 regents shall submit a report on the progress of regents  
17 institutions in meeting the strategic plan for technology  
18 transfer and economic development to the secretary of the  
19 senate, the chief clerk of the house of representatives, and  
20 the legislative services agency by January 15, 2014.

21     Sec. 14. IOWA FINANCE AUTHORITY.

22     1. There is appropriated from the general fund of the state  
23 to the Iowa finance authority for the fiscal year beginning  
24 July 1, 2013, and ending June 30, 2014, the following amount,  
25 or so much thereof as is necessary, to be used to provide  
26 reimbursement for rent expenses to eligible persons under the  
27 rent subsidy program:

28 ..... \$     658,000

29     2. Participation in the rent subsidy program shall be  
30 limited to only those persons who meet the requirements for the  
31 nursing facility level of care for home and community-based  
32 services waiver services as in effect on July 1, 2013, and  
33 to those individuals who are eligible for the federal money  
34 follows the person grant program under the medical assistance  
35 program. Of the moneys appropriated in this section, not more

1 than \$35,000 may be used for administrative costs.

2     Sec. 15. IOWA FINANCE AUTHORITY AUDIT. The auditor of state  
3 is requested to review the audit of the Iowa finance authority  
4 performed by the auditor hired by the authority.

5     Sec. 16. PUBLIC EMPLOYMENT RELATIONS BOARD.

6     1. There is appropriated from the general fund of the state  
7 to the public employment relations board for the fiscal year  
8 beginning July 1, 2013, and ending June 30, 2014, the following  
9 amount, or so much thereof as is necessary, for the purposes  
10 designated:

11     For salaries, support, maintenance, miscellaneous purposes,  
12 and for not more than the following full-time equivalent  
13 positions:

14 .....	\$	1,341,926
15 .....	FTEs	10.00

16     2. Of the moneys appropriated in this section, the board  
17 shall allocate \$15,000 for maintaining a website that allows  
18 searchable access to a database of collective bargaining  
19 information.

20     Sec. 17. DEPARTMENT OF WORKFORCE DEVELOPMENT. There  
21 is appropriated from the general fund of the state to the  
22 department of workforce development for the fiscal year  
23 beginning July 1, 2013, and ending June 30, 2014, the following  
24 amounts, or so much thereof as is necessary, for the purposes  
25 designated:

26     1. DIVISION OF LABOR SERVICES

27     a. For the division of labor services, including salaries,  
28 support, maintenance, miscellaneous purposes, and for not more  
29 than the following full-time equivalent positions:

30 .....	\$	3,602,000
31 .....	FTEs	66.00

32     b. From the contractor registration fees, the division of  
33 labor services shall reimburse the department of inspections  
34 and appeals for all costs associated with hearings under  
35 chapter 91C, relating to contractor registration.

1 c. Of the moneys appropriated under this subsection, the  
2 department shall allocate \$106,560 for the purpose of employing  
3 additional investigators to investigate wage enforcement.

4 2. DIVISION OF WORKERS' COMPENSATION

5 a. For the division of workers' compensation, including  
6 salaries, support, maintenance, miscellaneous purposes, and for  
7 not more than the following full-time equivalent positions:

8 .....	\$	3,259,044
9 .....	FTEs	30.00

10 b. The division of workers' compensation shall charge a  
11 \$100 filing fee for workers' compensation cases. The filing  
12 fee shall be paid by the petitioner of a claim. However, the  
13 fee can be taxed as a cost and paid by the losing party, except  
14 in cases where it would impose an undue hardship or be unjust  
15 under the circumstances. The moneys generated by the filing  
16 fee allowed under this subsection are appropriated to the  
17 department of workforce development to be used for purposes of  
18 administering the division of workers' compensation.

19 3. WORKFORCE DEVELOPMENT OPERATIONS

20 a. For the operation of field offices, the workforce  
21 development board, and for not more than the following  
22 full-time equivalent positions:

23 .....	\$	9,179,413
24 .....	FTEs	130.00

25 b. Of the moneys appropriated in paragraph "a" of this  
26 subsection, the department shall allocate at least \$1,130,602  
27 for the operation of satellite field offices in Decorah,  
28 Fort Madison, Iowa City, and Webster City, and of the moneys  
29 appropriated in paragraph "a" of this subsection, the  
30 department shall allocate \$150,000 to the state library for the  
31 purpose of licensing an online resource which prepares persons  
32 to succeed in the workplace through programs which improve job  
33 skills and vocational test-taking abilities.

34 4. FIELD OFFICE OPENING

35 For the purpose of reopening satellite field offices in



1 Ames, Atlantic, Denison, Newton, and Clinton and for not more  
2 than the following full-time equivalent positions:

3 ..... \$ 2,760,000  
4 ..... FTEs 27.00

5 5. OFFENDER REENTRY PROGRAM

6 a. For the development and administration of an offender  
7 reentry program to provide offenders with employment skills,  
8 and for not more than the following full-time equivalent  
9 positions:

10 ..... \$ 284,464  
11 ..... FTEs 4.00

12 b. The department of workforce development shall partner  
13 with the department of corrections to provide staff within the  
14 correctional facilities to improve offenders' abilities to find  
15 and retain productive employment.

16 6. NONREVERSION

17 Notwithstanding section 8.33, moneys appropriated in this  
18 section that remain unencumbered or unobligated at the close of  
19 the fiscal year shall not revert but shall remain available for  
20 expenditure for the purposes designated until the close of the  
21 succeeding fiscal year.

22 Sec. 18. GENERAL FUND — EMPLOYEE MISCLASSIFICATION  
23 PROGRAM. There is appropriated from the general fund of the  
24 state to the department of workforce development for the fiscal  
25 year beginning July 1, 2013, and ending June 30, 2014, the  
26 following amount, or so much thereof as is necessary, to be  
27 used for the purposes designated:

28 For enhancing efforts to investigate employers that  
29 misclassify workers and for not more than the following  
30 full-time equivalent positions:

31 ..... \$ 451,458  
32 ..... FTEs 8.10

33 Sec. 19. GENERAL FUND — SKILLS TRAINING PROGRAM. There  
34 is appropriated from the general fund of the state to the  
35 department of workforce development for the fiscal year

1 beginning July 1, 2013, and ending June 30, 2014, the following  
2 amount, or so much thereof as is necessary, to be used for the  
3 purposes designated:

4 To develop a long-term sustained program to train unemployed  
5 and underemployed central Iowans with skills necessary to  
6 advance to higher-paying jobs with full benefits:

7 ..... \$ 100,000

8 Sec. 20. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

9 1. There is appropriated from the special employment  
10 security contingency fund to the department of workforce  
11 development for the fiscal year beginning July 1, 2013, and  
12 ending June 30, 2014, the following amount, or so much thereof  
13 as is necessary, to be used for field offices:

14 ..... \$ 1,766,084

15 2. Any remaining additional penalty and interest revenue  
16 collected by the department of workforce development is  
17 appropriated to the department for the fiscal year beginning  
18 July 1, 2013, and ending June 30, 2014, to accomplish the  
19 mission of the department.

20 Sec. 21. UNEMPLOYMENT COMPENSATION RESERVE FUND —  
21 FIELD OFFICES. Notwithstanding section 96.9, subsection 8,  
22 paragraph "e", there is appropriated from interest earned on  
23 the unemployment compensation reserve fund to the department  
24 of workforce development for the fiscal year beginning July 1,  
25 2013, and ending June 30, 2014, the following amount or so much  
26 thereof as is necessary, for the purposes designated:

27 For the operation of field offices:

28 ..... \$ 494,000

29 Sec. 22. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The  
30 department of workforce development shall require a unique  
31 identification login for all users of workforce development  
32 centers operated through electronic means. All costs  
33 associated with the development, implementation, and  
34 administration of the requirement in this section shall come  
35 out of the penalty and interest revenue from the special

1 employment security contingency fund.

2     Sec. 23. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding  
3 section 96.9, subsection 4, paragraph "a", moneys credited to  
4 the state by the secretary of the treasury of the United  
5 States pursuant to section 903 of the Social Security  
6 Act are appropriated to the department of workforce  
7 development and shall be used by the department for the  
8 administration of the unemployment compensation program only.  
9 This appropriation shall not apply to any fiscal year  
10 beginning after December 31, 2013.

11     Sec. 24. Section 15.342A, Code 2013, is amended to read as  
12 follows:

13     **15.342A Workforce development fund account.**

14     A workforce development fund account is established in the  
15 office of the treasurer of state under the control of the  
16 authority. The account shall receive funds pursuant to section  
17 422.16A up to a maximum of ~~four~~ six million dollars per year.  
18 The account shall also receive funds pursuant to section 15.251  
19 with no dollar limitation.

20     Sec. 25. Section 15.343, subsection 2, paragraphs a and d,  
21 Code 2013, are amended by striking the paragraphs.

22     Sec. 26. Section 15.343, subsection 3, paragraph a, Code  
23 2013, is amended to read as follows:

24     a. ~~Three~~ Five million dollars shall be used for purposes  
25 provided in section 260F.6.

26     Sec. 27. Section 260C.18A, subsection 2, paragraph e, Code  
27 2013, is amended by striking the paragraph.

28     Sec. 28. Section 422.16A, Code 2013, is amended to read as  
29 follows:

30     **422.16A Job training withholding — certification and**  
31 **transfer.**

32     Upon the completion by a business of its repayment  
33 obligation for a training project funded under chapter  
34 260E, including a job training project funded under section  
35 15A.8 or repaid in whole or in part by the supplemental new

1 jobs credit from withholding under section 15A.7 or section  
2 15E.197, the sponsoring community college shall report to  
3 the economic development authority the amount of withholding  
4 paid by the business to the community college during the  
5 final twelve months of withholding payments. The economic  
6 development authority shall notify the department of revenue  
7 of that amount. The department shall credit to the workforce  
8 development fund account established in section 15.342A  
9 twenty-five percent of that amount each quarter for a period  
10 of ten years. If the amount of withholding from the business  
11 or employer is insufficient, the department shall prorate the  
12 quarterly amount credited to the workforce development fund  
13 account. The maximum amount from all employers which shall be  
14 transferred to the workforce development fund account in any  
15 year is ~~four~~ six million dollars.

16 Sec. 29. 2011 Iowa Acts, chapter 130, section 1, subsection  
17 6, is amended to read as follows:

18 6. IOWA GREAT PLACES

19 a. For the Iowa great places program established under  
20 section 303.3C:

21 ..... \$ 150,000

22 b. Notwithstanding section 8.33, moneys appropriated in  
23 this subsection that remain unencumbered or unobligated at the  
24 close of the fiscal year shall not revert but shall remain  
25 available for expenditure for the purposes designated in this  
26 subsection for succeeding fiscal years.

27 Sec. 30. 2011 Iowa Acts, chapter 130, section 48, as amended  
28 by 2012 Iowa Acts, chapter 1136, section 1, subsection 6, is  
29 amended by adding the following new subsection:

30 NEW SUBSECTION. 10. Notwithstanding section 8.33, moneys  
31 appropriated in this section that remain unencumbered or  
32 unobligated at the close of the fiscal year shall not revert  
33 but shall remain available for expenditure for the purposes  
34 designated in this section for succeeding fiscal years.

35 Sec. 31. 2011 Iowa Acts, chapter 130, section 67, subsection

1 2, is amended to read as follows:

2 2. Participation in the rent subsidy program shall be  
3 limited to only those persons who meet the requirements for the  
4 nursing facility level of care for home and community-based  
5 services waiver services as in effect on July 1, ~~2011~~ 2012, and  
6 to those individuals who are eligible for the federal money  
7 follows the person grant program under the medical assistance  
8 program. Of the moneys appropriated in this section, not more  
9 than \$35,000 may be used for administrative costs.

10 Sec. 32. RETROACTIVE APPLICABILITY. The sections of this  
11 Act amending 2011 Iowa Acts, chapter 130, sections 1 and 67,  
12 apply retroactively to July 1, 2011.

13 Sec. 33. RETROACTIVE APPLICABILITY. The section of this  
14 Act amending 2011 Iowa Acts, chapter 130, section 48, applies  
15 retroactively to July 1, 2012.

16 EXPLANATION

17 This bill makes appropriations and transfers from the  
18 general fund of the state and other funds to the department  
19 of cultural affairs, the economic development authority, the  
20 university of Iowa, the university of northern Iowa, Iowa state  
21 university, the department of workforce development, the Iowa  
22 finance authority, and the public employment relations board  
23 for the 2013-2014 fiscal year.

24 The bill provides that the goals for the economic  
25 development authority shall be to expand and stimulate the  
26 state economy, increase the wealth of Iowans, and increase the  
27 population of the state.

28 The bill transfers moneys collected by the division of  
29 insurance in excess of the anticipated gross revenues to the  
30 economic development authority for purposes of insurance  
31 economic development and international insurance economic  
32 development.

33 The bill appropriates moneys from the workforce development  
34 fund account to the workforce development fund.

35 The bill provides that moneys appropriated or transferred

1 to or receipts credited to the workforce development fund  
2 are appropriated to the economic development authority for  
3 administration of workforce development activities.

4 The bill provides that all moneys in the job training fund on  
5 July 1, 2013, and any moneys appropriated or credited to the  
6 fund during the fiscal year beginning July 1, 2013, shall be  
7 transferred to the workforce development fund.

8 The bill requires the state board of regents to submit a  
9 report on the progress of regents institutions in meeting  
10 the strategic plan for technology transfer and economic  
11 development.

12 The bill requests the auditor of state to review the audit  
13 of the Iowa finance authority performed by the auditor hired  
14 by the authority.

15 The bill appropriates moneys to the department of workforce  
16 development for an employee misclassification program.

17 The bill appropriates moneys from the special employment  
18 security contingency fund to the department of workforce  
19 development for field offices.

20 The bill appropriates interest earned on the unemployment  
21 compensation reserve fund to the department of workforce  
22 development for the operation of field offices.

23 The bill requires the department of workforce development  
24 to require a unique identification login for all users of  
25 workforce development centers operated through electronic  
26 means.

27 The bill appropriates moneys from moneys credited to  
28 the state by the secretary of the treasury of the United  
29 States pursuant to the Social Security Act to the department  
30 of workforce development for the administration of the  
31 unemployment compensation program only.

32 The bill increases the maximum amount that can be  
33 transferred from \$4 million to \$6 million to the workforce  
34 development fund account established in Code section 15.342A  
35 for job training withholding moneys pursuant to Code section

1 422.16A relating to certain job training programs. The bill  
2 makes changes relating to the purposes for which moneys in the  
3 workforce development fund can be used.

4 The bill provides that moneys appropriated to the department  
5 of cultural affairs for FY 2012-2013 that remain unencumbered  
6 or unobligated at the end of the fiscal year in which the  
7 funds were appropriated do not revert but remain available  
8 for expenditure for the succeeding fiscal year. Moneys  
9 appropriated to the department of cultural affairs for the  
10 great places program for FY 2011-2012 that remain unencumbered  
11 or unobligated at the end of that fiscal year also do not  
12 revert. The bill makes these sections retroactively applicable  
13 to the original date for each appropriation.

14 The bill provides that the rent subsidy program for FY  
15 2012-2013 is limited to persons who meet requirements for  
16 nursing facility level of care for home and community-based  
17 services waiver services as are in effect on July 1, 2012, and  
18 makes the Code section retroactively applicable to July 1,  
19 2011.